

EXHIBIT 1

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Pages 1 - 143

UNITED STATES DISTRICT COURT
 NORTHERN DISTRICT OF CALIFORNIA
 BEFORE THE HONORABLE WILLIAM H. ALSUP, JUDGE

WAYMO, LLC,	}	
Plaintiff,	}	
VS.	}	No. C 17-00939 WHA
UBER TECHNOLOGIES, INC., et al.,	}	
Defendants.	}	San Francisco, California Wednesday, August 16, 2017

FULL TRANSCRIPT OF PROCEEDINGS, INCLUDING SEALED PORTION**APPEARANCES:****For Plaintiff:**

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For Defendants Uber Technologies, Inc., Ottomotto LLC, and Otto Trucking LLC:

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Reported By: BELLE BALL, CSR 8785, CRR, RDR
 Official Reporter, U.S. District Court

(Appearances continued, next page)

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Also Present:

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 Uber Director II, Litigation
 CHRISTINA SEKI
 JOHN L. COOPER, SPECIAL MASTER

PROCEEDINGS

3

PROCEEDINGS

4

1 Wednesday, August 16, 2017 8:00 a.m.

OPEN PROCEEDINGS

3 **THE CLERK:** Calling Civil Action 17-939 WHA, it's Waymo LLC
 4 versus Uber Technologies Inc., et al. It's on for motions.

5 Counsel, can you please come forward, state your appearances
 6 for the record.

7 **MR. VERHOEVEN:** Good morning, Your Honor. Charles Verhoeven
 8 on behalf of Waymo. And with me are my colleagues James Judah,
 9 Jordan Jaffe and Melissa Baily.

10 **THE COURT:** Great. Welcome to you.

11 **MR. GONZALEZ:** Good morning, Your Honor. Arturo González
 12 from Morrison & Foerster. Also, Esther Chang and Michelle Yang.

13 **THE COURT:** Welcome.

14 **MS. DUNN:** Good morning, Your Honor. Karen Dunn from Boies Schiller Flexner for Uber and Ottomotto. And with me is
 15 Meredith Dearborn.

16 **THE COURT:** Welcome.

17 **MR. CHATTERJEE:** Good morning, Your Honor, Neel Chatterjee
 18 of the Goodwin Procter law firm for Otto Trucking. And I'm
 19 flying solo.

20 **THE COURT:** Thank you.

21 **MS. BLUNSCHI:** Good morning, Your Honor. Melanie Blunschi
 22 from Latham & Watkins, on behalf of non-party Stroz Friedberg.

23 **THE COURT:** Thank you.

24 **MR. COOPER:** Good morning, Your Honor. John Cooper, special

1 master.

2 **THE COURT:** Good morning. Welcome to everybody, again.

3 So, we've got several motions here. The one that deals with
 4 the trade secrets and knocking out all the trade secrets, we'll
 5 do that last because I suspect we'll have to close the
 6 courtroom. We have other business we'll take up first.

7 There is a series of orders to show cause. And then there's
 8 a motion to strike damages. So we will deal with the order to
 9 show cause first.

10 Okay. Let's start.

11 **MR. VERHOEVEN:** Good morning, Your Honor. Charles Verhoeven
 12 on behalf of Waymo.

13 There are a number of submissions, Your Honor, that have
 14 been made in connection with our motion. The Court issued a OSC
 15 to Morrison & Foerster, to Stroz.

16 I want to deal with all those in one argument, unless the
 17 Court wants me to separate those out.

18 **THE COURT:** Let's start that way. Although I do have some
 19 specific questions, I can propound those in due course. Go
 20 ahead.

21 **MR. VERHOEVEN:** Okay. So first I want to address Uber and
 22 Morrison & Foerster's obligations and our contention that they
 23 are in contempt for violating two of the Court's orders.

24 It is undisputed here that -- I'm going to refer to Morrison
 25 & Foerster as "MoFo" just for the sake of brevity.

falls in that category. Somebody decided after the fact: Oh, we need that conversation. Oh, we're going to disclose it now. That's the way it looks. That's how slick it looks.

MR. GONZÁLEZ: Your Honor --

THE COURT: You should add this into your proposed jury instruction, on this order to disclose, they didn't disclose. Put that in there, that it came out after the fact. And whether we're going use it or not, I don't know. But I -- it concerns me that we have this going on here.

All right, I need to move on. We've spent an hour on this. We've got to go on to other -- we have many motions today.

So, next motion deals with damages. Who is going to argue this?

MS. DUNN: I am, Your Honor.

(Reporter interruption)

MS. DUNN: Dunn, D-U-N-N.

THE COURT: Oh, wait a minute. Wait.

MS. DUNN: Oh.

THE COURT: Mr. Chatterjee rose, and I want to just say something, Mr. Chatterjee.

You -- you, under the order, were supposed to go to everybody in your company, and make a complete log of every communication with Mr. Levandowski on the subject of LiDAR.

Did you do that?

MR. CHATTERJEE: We went to everyone, and asked them. The

one person that did not give us a response was Anthony Levandowski, and he asserted his Fifth-Amendment rights.

But there are four members of the LLC. They're not employees, but they are members. We went to all four. We interviewed them. We submitted the disclosure. And Mr. Levandowski asserted his Fifth-Amendment rights, and didn't provide an answer.

THE COURT: But as to the other three, they were supposed to tell you about their conversations with Levandowski, emails, verbal, and everything. And you're telling me you did do that.

MR. CHATTERJEE: We did do that, Your Honor.

THE COURT: The other side said you did not do that.

MR. CHATTERJEE: We did; we submitted the disclosure, Your Honor, to the Court. And it was fairly cursory, because none of them had talked to him about LiDAR issues.

THE COURT: What? None of them had talked to Levandowski about LiDAR?

MR. CHATTERJEE: They had not. And I can give you the reasons why, Your Honor.

THE COURT: Yeah, I would like to know that. That is hard to believe, too.

Go ahead.

MR. CHATTERJEE: One of them is Adam Bentley, who is the legal counsel. And he was the person that was facilitating the transaction.

PROCEEDINGS

47

The second person was Lior Ron, who primarily had a business role.

The last one is Rhian Morgan, who was really in charge of hiring people and helping -- and they're actually Uber employees.

THE COURT: Did Mr. Verhoeven get that disclosure list?

MR. CHATTERJEE: Yes, Your Honor. We submitted it to them; we submitted it to the court.

THE COURT: Okay. Mr. Verhoeven, I had understood your paperwork to say that they had done zero. But now my -- do I stand corrected that he did do it, and it's just a short document?

MR. VERHOEVEN: Your Honor, my colleague, Mr. Judah, has been allocated the OT issues, so I'll allow him to answer your question if that's okay.

THE COURT: Fine. I just really need a yes or no. Did you get that document, or not?

MR. JUDAH: Well, we got a five-line response with respect to the LiDAR log that said there's no evidence in the record that they ever interviewed Mr. Ron about any of the LiDAR communications.

THE COURT: He just told me that he did.

MR. JUDAH: There's a five-line --

THE COURT: Can I see the five-line thing? It will be easier if you let me look at it.

PROCEEDINGS

48

MR. JUDAH: Yes, Your Honor. One moment; let me just find it.

(A pause in the proceedings)

MR. CHATTERJEE: Your Honor, the disclosure is Docket Entry 714. I am happy to read it.

THE COURT: Read it to me verbatim.

MR. CHATTERJEE: Okay, this is on Docket Entry 714. This is romanette (III), under "DEFENDANTS' DETAILED ACCOUNTING":

"Mr. Ron, Ms. Morgan, and Mr. Bentley are employees of Uber Technologies, and as such all three of them have been interviewed for Defendants' detailed accounting."

So we are incorporating that --

THE COURT: That's no good. Come on, don't do that to me. They wear two hats. I want them interviewed on both hats.

MR. CHATTERJEE: Right. So let me read you what was said in addition:

"Consequently, their information is included in the accounting filed by Uber."

And then we also added:

"Ms. Morgan has not seen or heard of the contents of the downloaded materials. Mr. Ron also has not seen or heard any part of the downloaded materials."

THE COURT: That wasn't what I asked you to do. You were supposed to go to your people, and interview them, and make a

1 log of every single conversation or communication they had had
 2 with Levandowski on the subject of LiDAR. You didn't do that.

3 **MR. CHATTERJEE:** Let me read romanette (iv) for you,
 4 Your Honor. This is the detailed log of Mr. Levandowski's
 5 communications regarding LiDAR:

6 "Ms. Morgan has never discussed LiDAR with
 7 Mr. Levandowski. Mr. Ron is not involved in the
 8 development..."

9 **THE COURT:** "Discussed" is not good enough. Did she get an
 10 email?

11 **MR. CHATTERJEE:** She has not. If you want us to amend this
 12 and add that, we can do that.

13 **THE COURT:** You know, I have learned -- so, this is so full
 14 of weasel words. "Discussed" is not good enough. It's got to
 15 cover everything that I had said in the order. Somebody may
 16 have had the emails, but they didn't discuss.

17 You know, some people on TV said "We had no meetings. Well,
 18 okay. Maybe they didn't have meetings, but maybe they had
 19 communications. I am -- you can't slide these weasel words by
 20 me.

21 I'm going to give you until Friday at noon to file something
 22 that is in full conformance with the Court's order. And that
 23 means you have got to go to those people, and interview them,
 24 and look at their emails, look at their text messages, look at
 25 their voicemails, look at their -- interview them again, see if

1 they have got anything in writing, any notes, whether they
 2 remember any conversations.

3 And if it had anything to do with LiDAR, wearing their hat
 4 as an OT person, then they have to -- it's got to go on that
 5 log.

6 Now, I'm assuming that, wearing that Uber hat, that it was
 7 done right.

8 **MR. CHATTERJEE:** Your Honor, we did not mean to be putting
 9 weasel words in. When we were saying "has never discussed," we
 10 did mean in writing or otherwise. But if you want us to flesh
 11 that out, we'll do that.

12 **THE COURT:** I want you to do that. I don't want it left to
 13 some verbal transcript. It should have been done right the
 14 first time. So you go back and do it by Friday.

15 And, and listen: It better be right, because if it turns
 16 out there was some conversation -- I know how it'll come out.
 17 The way it's going to come out is at trial, you're going to be
 18 desperate to use some conversation that's not on your log.

19 **MR. CHATTERJEE:** We will not, Your Honor.

20 **THE COURT:** Oh, yes, you will. That's just what happened to
 21 Mr. González. He's desperate to use conversations that he
 22 claimed privilege on. You're going to be in the same boat. And
 23 then you'll have this disclosure where you say nothing like that
 24 ever occurred.

25 **MR. CHATTERJEE:** Your Honor, Otto Trucking does not develop

PROCEEDINGS

51

1 LiDAR technologies. Never has.

2 **THE COURT:** Doesn't matter. If they had conversations -- I
 3 promise you, they had conversations about it. There's too much
 4 money involved.

5 By Friday at noon, you've got to update it, and make sure
 6 it's right.

7 **MR. CHATTERJEE:** We'll do that. Yes, thank you.

8 **MR. JUDAH:** Your Honor, can I briefly respond?

9 **THE COURT:** No. What do you need? I've ordered him to do
 10 something.

11 **MR. JUDAH:** I was going to point out that the representation
 12 that Ms. Morgan has never discussed LiDAR or received an email
 13 from Anthony Levandowski about LiDAR is patently false.

14 **THE COURT:** Give me an example.

15 **MR. JUDAH:** Well, Uber prepared over 1,000 entries of
 16 Mr. Levandowski's discussions about LiDAR (Indicating).
 17 Ms. Rhian Morgan, for example, received an email -- this is
 18 entry No. 95 on Uber's log. On March 6, 2016, author Anthony
 19 Levandowski, recipient Rhian Morgan --

20 **THE COURT:** Well, if it's already on that log, I'm not
 21 demanding that it be done again. I'm worried that that log is
 22 the Uber log. And I'm -- but that they have somehow hidden in
 23 the weeds on the OT log. I want there to be both hats covered.
 24 The OT hat and the Uber hat.

25 **MR. JUDAH:** I understand that, Your Honor. I'm just saying

PROCEEDINGS

52

1 this accounting says Ms. Morgan has never discussed LiDAR with
 2 Mr. Levandowski. That's not true.

3 **THE COURT:** Well, all right. What do you say to that?

4 **MR. CHATTERJEE:** Your Honor, as I understood what we are
 5 doing here, we incorporated by reference the log. And what we
 6 were talking about is in her capacity as an OT member.

7 **THE COURT:** Well, all right. But next time, wouldn't it be
 8 better to say -- to incorporate the Uber log? Except as
 9 provided in the Uber log, she's never had any conversations? If
 10 that's true -- I'm not saying that's true. In fact, I suspect
 11 that's not true. But I think you ought to verify that. And
 12 I'll give you until Friday at noon to do it right.

13 **MR. CHATTERJEE:** We will do that, Your Honor.

14 **THE COURT:** Thank you very much.

15 All right, Ms. Dunn, let's go back to you. We'll get
 16 started on the motion on damages.

17 **MS. DUNN:** Thank you, Your Honor.

18 **THE COURT:** Stay at a high level first, and tell me at a
 19 high level what the problem is, and then we'll get into the
 20 details.

21 **MS. DUNN:** At a very high level, Your Honor, the problem is
 22 that Rule 26 requires that a party provide computation of each
 23 category of damages claimed, first, and then second, to make
 24 available for inspection and copying the documents or other
 25 evidentiary material on which each computation is based.